



IN REPLY REFER TO

DEFENSE CONTRACT AUDIT AGENCY
CAMERON STATION
ALEXANDRIA, VIRGINIA 22314

OSA-1304-71
NY-71-90-716

25X1A

REPLY TO:

[Redacted box]

June 3, 1971

SUBJECT: Contract Audit Closing Statement

[Redacted box]

Contract No. FH-7322 ([Redacted box] 657) -12846)

TO : Contracting Officer [Redacted box]

1. This CPIF contract dated 23 March 1964 provided for follow-on EMR's and related equipment and services. Work commenced during March 1964 and was completed during January 1970.

2. We have examined the contractor's accounting records and financial operating procedures for the purpose of determining whether the amounts claimed for reimbursement constitute allowable cost under the terms of the contract. The examination was performed in accordance with generally accepted auditing standards and accordingly included such tests of the accounting records and other auditing procedures as were considered necessary.

3. The results of our examination follow:

Estimated Cost (Change Nr 16)
Claimed Cost - (Vouchers Nr 1 - 170)
Recommended Allowable Cost
Questioned Cost

[Redacted box]

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-2-

4. Total incentive fee of is payable to the contractor in accordance with the contract provisions. We recommend that consideration be given to the adjustment of the contract fee because of the following:

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- (1) Target Cost Negotiated
- (2) Adjusted Cost at Completion
- (3) Shipping Costs Excluded under Contract Terms
- (4) Cost Upon Which Incentive Sharing is Based
- (5) Underrun (Line 1 less Line 4)
- (6) No Incentive on of Target Cost
- (7) Amount to be Shared
- (8) Contractor's Share of Line 7)
- (9) Original Target Fee
- (10) Adjusted Fee (Line 8 + Line 9)

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5. There are no known unclaimed wages, unclaimed deposits, unrepresented checks, or any potential credits or refunds.

6. The contractor has stated that there are no unsettled disallowances, outstanding subcontract legal actions, open insurance claims, or other unresolved items.

7. There are no known outstanding or informal inquiries originated by the General Accounting Office.

8. The contractor has certified that all Government property provided or acquired for this contract was either consumed in the performance of the work, delivered to the customer, or disposed of as directed by the customer.

-3-

9. The final invoice and all required closing documents will be forwarded directly to your office.

Frank M. Alston
for ARTHUR G. HANLEY
DCAA Representative - APL

SEC. CL.		ORIGIN		CONTROL NO.	
U		IAD/OSA/ [redacted] jkn		OSA-1304-71	
DATE OF DOC	DATE REC'D	DATE OUT	SUSPENSE DATE		
3 June 1971					
TO	Contracting Officer				
FROM	DCAA Representative - APL				
SUBJ.	Contract Audit Closing Statement				
[redacted]					
Contract FH-7322 ([redacted])					
Dist: Orig & 1 - [redacted]					
1 - [redacted]					
1 - [redacted]					
COURIER NO.	ANSWERED		NO REPLY		
			2		

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